

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6389

BILL NUMBER: HB 1094

DATE PREPARED: Nov 23, 1998

BILL AMENDED:

SUBJECT: Community residential facilities for developmentally disabled children.

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FUNDS AFFECTED: X GENERAL
DEDICATED
X FEDERAL

IMPACT: State

Summary of Legislation: This bill provides for an annual appropriation to the Office of Medicaid Policy and Planning to fund four community residential facilities for developmentally disabled children in four different geographic areas of Indiana to be established in the state fiscal year beginning July 1, 1999, and ending June 30, 2000.

Effective Date: July 1, 1999.

Explanation of State Expenditures: This bill requires the Office of Medicaid Policy and Planning (OMPP) to establish four community residential facilities, of not more than eight beds, for developmentally disabled children. This bill annually appropriates an unspecified amount of money from the state General Fund. There are two types of group homes that would qualify under the provisions of this bill. The first type of group home would be the eight bed/ten hour group home. The eight bed/ten hour group homes provide self care skills with continuous one-to-one physical or verbal assistance in at least two of the following areas: bathing; eating; dressing; personal hygiene; and oral hygiene. This requires an average of 90 minutes of staff time per day. This group home also provides assistance in behavioral skills. Individuals require a behavior plan that targets significant maladaptive behaviors. These group homes also provide direct administration of daily medical treatments and/or administration of therapies. As of June 1, 1998, the rate for this type of group home is \$185.36 per day. The total cost of establishing four group homes of this type is \$2,165,004.80 (32 beds x 365 Medicaid days x \$185.36). The federal share of this cost is 61.11% or \$1,323,034.43. The state share is 38.89% or \$841,970.37.

The second type of group home that would qualify under the provisions of this bill is the six bed/12 hour group home. This is a group home that has a behavior management program staffed by behavior management personnel. This group home requires continuous one-to-one physical or verbal assistance in two or more of the above mentioned areas. The six bed/twelve hour group home also provides behavior skill assistance and these children must have direct supervision 24 hours per day to maintain socially-acceptable behavior. This

group home also provides medically related assistance as mentioned above. The June 1, 1998, rate for this type of group home is \$201.37 per day. The total cost of establishing four of the six bed/twelve hour group homes is \$1,764,001.20 (24 beds x 365 Medicaid days x \$201.37). The federal share of this cost is 61.11% or \$1,077,981.13. The state share of the cost is 38.89% or \$686,020.07.

The amount of General Fund appropriation to the OMPP is dependant on the type of group home that is established.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Office of Medicaid Policy and Planning.

Local Agencies Affected:

Information Sources: Marge Gurnik, Family and Social Services Administration, 232-3367.